

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 569 - SB 1069**

February 21, 2013

**SUMMARY OF BILL:** Authorizes drivers to file a surety bond with the Department of Safety (DOS) to establish financial responsibility. Requires the driver to file a bond with at least two sureties that own real property in this state. Requires a fee to be set by DOS that must be submitted with the bond. Requires approval by a judge of a court of record. Requires DOS to issue a certificate of compliance to approved bond applicants. Requires DOS to file the notice of bond with the county clerk in the county in which the real property is located. Requires county clerks to record the notice in the lien records. Authorizes action to be brought against the sureties on the bond, sixty-one days after judgment is rendered against a person who filed a bond, but has not satisfied such judgment.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – \$7,000/One-Time**

**Assumptions:**

- According to DOS, one-time vendor programming costs will be required to allow the bond to be processed, posted, and canceled on a driver's history.
- A one-time increase in state expenditures of \$6,967 (\$5,122 mainframe programming + \$1,005 Project Management + \$840 Business Analyst).
- According to DOS, the amount of the fee that will be established cannot be determined. The number of bonds filed is expected to be low and the revenue generated from such fee will be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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